
Recyclables, Organics, and Solid Waste Collection Agreement

Final Agreement

September 18, 2012



CITY OF MOUNTAIN VIEW

Requested Action

- Authorize Final Recology Agreement
 - ❑ Collection Services – Recycling, Organics, Solid Waste
 - ❑ Organics Processing – Commercial Food Scraps
 - ❑ Term: April 2013 - October 2021
- Authorize \$10,000 augmentation to HF&H professional services agreement

Background

- Process began April 2011
- June 2012
 - Reviewed Recology Proposal
 - Directed Negotiation of Final Agreement
 - New Services
 - Negotiating Objectives

Recommended Agreement

- Responds to Negotiating Objectives
 - Includes Selected Services
 - Contains Enhanced Contractual Language
 - Effective Date: April 27, 2013
 - New Services Begin: July 1, 2013 (Year 1)
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Collection Services

- Base Services
 - Similar to current, with some modifications
- New Zero Waste Services
 - Identified through the zero waste planning process
 - Previously endorsed by Council

Base Services

- Continue All Existing Services
- Add New/Improved Services
- Little or No Additional Cost

New/Improved Base Services

- Multi-family yard trimmings collection
- Extra recycling and yard trimmings set-outs
- Curbside collection of used cooking oil, compact fluorescent bulbs, and cell phones
- Accept additional materials at the Mountain View Recycling Center

New/Improved Base Services (cont.)

- Semi-annual reuse/drop-off events
- Multi-family bin recycling program (for high-density developments)
- Neighborhood Waste Reduction Rewards Program

New/Improved Base Services (cont.)

- Annual recycling clean-out service (for businesses and schools)
- Bin For A Day clean up service
- Junk Removal clean up service
- Conversion of vehicle fleet from diesel to CNG (over time)

Base Services Cost

Current FY 12-13	Year 1 FY 13-14	Difference	% Increase
\$12,361,200	\$12,593,620	\$232,420	1.88%

Increased cost attributed to:

CPI • Benefits • Fuel • CNG Vehicles
New Equipment • Recycling Center Improvements
Container Maintenance • Multi-Family Bin Recycling

Zero Waste Services

Service	Year 1 Cost FY 13-14
Fall Leaves – Weekly Yard Trimmings (10 week period)	\$56,754
Enhanced Recycling Program (Multi-Family and Businesses)	\$458,068
Organics (food scraps) Program (Businesses)	\$420,296
Additional Recyclables Drop-Off (at Recycling Center)	None
Residential Food Scraps Pilot (separate from yard trimmings)	None

Total Compensation

	Current FY 13-14	Year 1 FY 13-14	Difference	% Increase
Base Services	\$12,361,200	\$12,593,620	\$232,420	1.88%
Zero Waste Services	\$0	\$935,118	\$935,118	NA
Total	\$12,361,200	\$13,528,738	\$1,167,538	9.45%

Optional Future Services

Service	Year 1 Cost
Weekly Recycling	\$398,512
Weekly Yard Trimmings (with or without food scraps)	\$417,033

- Services can be implemented any time during agreement
- Could be desirable for additional diversion to meet Zero Waste goals

Organics Processing Compensation

- Commercial organics composted at Recology affiliate - South Valley Organics (Gilroy)
 - Transfer/composting cost: \$63.50 per ton plus annual CPI
 - Estimate based on 5,900 tons: \$374,650
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Rate Impacts

■ Total Rate Impacts

- ❑ Carts 1.2% to 2.4%
- ❑ Bins/Compactors 16% to 22%

Service/Program	Affected Rates	Rate Impact
Base Services	All Rates	1% to 2%
Fall Leaves	Carts (Residential)	0.2% to 0.4%
Commercial/Multi-Family Recycling	Bins/Compactors (Commercial)	9% to 11%
Commercial Organics	Bins/Compactors (Commercial)	6% to 9%

Rate Impacts (continued)

- Presented to help understand cost impacts of new services
- Not proposed rates for FY 13-14
- Do not include other Solid Waste fund costs
- Cost of Service/Rate Study underway
- Expected to increase cart rates and decrease bin and compactor rates

Negotiation Objectives/Outcomes

- Wages
 - Fuel Pricing
 - Equipment Leasing
 - Route Supervision
 - Container Maintenance
 - Multi-Family Bin Recycling
 - Agreement Exceptions
 - HHW Credit
 - Rewards Program
 - Diversion Incentive
 - Mountain View Recycling Center
 - Indoor Containers
 - Multi-family Yard Trimmings
 - Transition/Implementation
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Conclusion

- New Agreement
 - 8+ year term: April 2013 – October 2021
 - New/improved services begin July 1, 2013
 - Compensation increase 9.45%
 - Value of Recology No Cost Items: \$250,000 +
 - Rate changes to be determined during FY 13-14 rate setting process
 - Overall good value for City
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Alternatives

1. Direct staff not to include one or more new Zero Waste Services
2. Direct staff to modify other terms or services

Recommendation

1. Authorize the City Manager to execute an agreement with Recology Mountain View to provide Recyclable Materials, Organic Materials, and Solid Waste Collection Services and Organics Processing Services for the term of April 27, 2013 through October 14, 2021
2. Authorize the City Manager to amend a professional services agreement with HF&H Consultants, LLC, of Walnut Creek, California, for assistance in developing a new solid waste and recyclable materials collection agreement, Project 11-29, increasing compensation by \$10,000, for a total not-to-exceed fee of \$180,000